

Dear Constituents, Current and Potential Donors,

Every year Family Legacy Missions International has an independent accounting firm provide a financial audit of the ministry as a 501 c3.

For the last several years, the firm providing audit services is a regional firm called PSK. When they completed the audit for 2017 and assisted in preparing our financial statements, they advised and reported that there were no donor restricted funds at the end of 2017. We actually disagree with their conclusion. As a matter of record, over 95% of our funds that have been given have been restricted funds for the purpose of sponsoring kids, building schools, providing missionary funds, etc. that are restricted more specifically than our broad mission.

I joined Family Legacy in April of 2018 and immediately engaged a third-party accounting firm to review our procedures and practices. Effective September 2018, Family Legacy moved to a "fund accounting model" which is consistent with Generally Accepted Accounting Principles (GAAP) in the United States. Our 2018 audit and those in future years will be in accordance to the GAAP rules for a 501 c3 operation.

In addition, our accounting systems between Family Legacy Missions International and Family Legacy Missions Zambia (a Zambian Public Benefit Organization) will be on an integrated accounting system and platform to assure compliance and transparency.

If you have any questions, you can contact our Senior Controller Veronica at ronnie@familylegacy.com.

Sincerely,

A handwritten signature in black ink, appearing to read 'MZ', with a long horizontal flourish extending to the right.

Mario Zandstra

President & CEO

Family Legacy Missions International